BRANDON UNIVERSITY

ANNUAL FINANCIAL REPORT

For the year ended March 31, 2002

BRANDON
UNIVERSITY

Founded 1899

103-02640/

BRANDON UNIVERSITY

Responsibility for Financial Statements

The Office of the Vice-President (Administration & Finance) of Brandon University is responsible for the preparation and presentation of the financial statements and accompanying notes. The financial statements are prepared in conformity with the accounting policies noted in the financial statements, and are reviewed and approved by the Board of Governors. The statements are examined by the Provincial Auditor of the Province of Manitoba, whose opinion is included herein.

To fulfil its responsibility, the University maintains internal control systems to provide reasonable assurance that relevant and reliable financial information is produced.

T. E Deller

Terri Deller, B.A., LL.B.
Treasurer, Board of Governors

Scott J. Lamont

Scott J. B. Lamont, CGA, MBA
Vice-President (Administration & Finance)

June 13, 2002

Office of the Auditor General

500 - 330 Portage Avenue
Winnipeg, Manitoba
CANADA R3C 0C4

AUDITOR'S REPORT

To the Legislative Assembly of Manitoba, and
To the Board of Governors of Brandon University

We have audited the statement of financial position of Brandon University as at March 31, 2002 and the statements of changes in net assets, operations and changes in cash flows for the year then ended. These financial statements are the responsibility of the University's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the University as at March 31, 2002, the results of its operations and the changes in its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Winnipeg, Manitoba
May 16, 2002

Jon W. Singleton, CA•CISA
Auditor General

Brandon University

Statement of Financial Position
as at March 31, 2002

ASSETS

	2002	2001
Current Assets		
Cash and cash equivalents (note 3)	$ 10,119,915	$ 9,036,949
Accounts receivable	2,068,343	2,685,043
Inventory	325,023	349,933
Prepaid expenses	137,549	149,220
	12,650,830	12,221,145
Trust and Endowment Funds held by Brandon University Foundation (notes 2D and 4)	20,734,574	18,060,070
Loan receivable (note 8)	86,054	88,161
Investment in Subsidiary Company (notes 2E and 10)	232,807	290,924
Capital Assets and Collections (notes 2F and 6)	38,367,544	39,312,642
	$ 72,071,809	$ 69,972,942

Approved by the Brandon University
Board of Governors on June 27, 2002

J. E. Deller
Treasurer

Vice-President (Administration & Finance)

The accompanying notes are an intergral part of these financial statements.

LIABILITIES & NET ASSETS

	2002	2001
Current Liabilities		
Accounts payable and accrued liabilities	$ 3,093,448	$ 3,566,468
Due to WESTARC Group Inc. (note 11)	217,753	290,194
Deferred income	230,191	200,354
Deferred contributions (note 7)	2,644,444	2,267,750
Current portion of long term debt (note 12)	76,560	72,017
	6,262,396	6,396,783
Long term Liability		
Mortgages payable (note 12)	1,888,475	1,965,035
Deferred building contribution (note 7)	4,936,035	5,000,000
Unamortized Deferred Capital Contributions (note 7)	31,020,340	31,800,192
Expenses Funded from Future Revenues (note 16)	(1,541,803)	(1,517,251)
Trust and Endowment Funds (notes 2D and 4)	20,734,574	18,060,070
Net Assets		
Unrestricted net assets	3,166,720	2,544,490
Internally restricted net assets (note 5)	222,902	248,222
Investment in capital assets and collections	5,382,170	5,475,401
	8,771,792	8,268,113
	$ 72,071,809	$ 69,972,942

The accompanying notes are an intergral part of these financial statements.

Brandon University

Statement of Changes in Net Assets
for the year ended March 31, 2002

	Unrestricted Net Assets	Internally Restricted Net Assets	Investment in Capital Assets and Collections	Total 2002	Total 2001
Balance, beginning of year	$ 2,544,490	$ 248,222	$ 5,475,401	$ 8,268,113	$ 7,788,105
Reclassify account balances	3,200			3,200	
Restated balance, beginning of year	2,547,690	248,222	5,475,401	8,271,313	7,788,105
Excess of revenues over expenses	447,767			447,767	353,774
Direct increases to net assets					
Donations of capital assets			16,697	16,697	100,650
Transfer of WESTARC assets (net of amortization)	11,463			11,463	
Transfers					
Internally funded					
Capital asset additions	(774,320)		774,320		
Capital asset disposals (net)	1,379		(1,379)		
Amortization	954,886		(954,886)		
Repayment of long term debt	(72,017)		72,017		
Allocation to internally restricted net assets	(81,365)	81,365			
Internally restricted net asset purchases	106,685	(106,685)			
Net increase in expenses funded from future revenues	24,552			24,552	25,584
Balance, end of year	$ 3,166,720	$ 222,902	$ 5,382,170	$ 8,771,792	$ 8,268,113

The accompanying notes are an intergral part of these financial statements.

Brandon University

Statement of Operations
for the Year Ended March 31, 2002

	2002	2001
Revenues		
Tuition fees	$ 8,507,469	$ 7,799,928
Grants		
Council on Post-Secondary Education	20,814,576	19,738,720
Province of Manitoba	1,770,964	1,668,012
Government of Canada	1,312,668	904,752
City of Brandon	50,000	50,000
Sales of goods and services	4,663,439	4,428,466
Brandon University Foundation	1,272,077	1,255,664
Amortization of deferred capital contributions	1,395,377	1,361,351
Gain on disposal of capital assets	606	1,352
Miscellaneous	866,100	1,019,691
	40,653,276	38,227,936
Expenses		
Salaries - academic	12,995,006	12,412,485
Salaries - support	9,935,255	9,339,039
Benefits	2,987,763	2,796,637
Travel	1,352,944	1,439,382
Supplies and other expenses	5,252,148	4,517,243
Property taxes	1,854,627	1,838,606
Utilities	990,270	1,025,238
Cost of goods sold	1,647,963	1,561,157
Scholarships and bursaries	612,030	476,014
Interest on long term debt	144,571	148,830
Amortization expense	2,350,263	2,257,911
Loss of subsidiary	58,117	36,036
Increase in amount of accrued expenses	24,552	25,584
	40,205,509	37,874,162
Excess of revenues over expenses	$ 447,767	$ 353,774

The accompanying notes are an intergral part of these financial statements.

Brandon University

Statement of Cash Flow
for the Year Ended March 31, 2002

	2002	2001
Cash Provided By (Used In) Operating Activities		
Excess of revenues over expenses	$ 447,767	$ 353,774
Items not affecting cash flow		
Amortization of deferred capital contributions	(1,395,377)	(1,361,351)
Amortization of capital assets	2,350,263	2,257,911
Loss/(Gain) on disposal of capital assets	(375)	17,921
Loss of subsidiary	58,117	36,036
Change in expenses funded from future revenues	24,552	25,584
Decrease/(Increase) in non-cash operating working capital	493,000	(497,776)
	1,977,947	832,099
Cash Provided By (Used In) Investing Activities		
Decrease in loan receivable	2,107	1,947
Capital asset additions	(1,395,679)	(2,709,545)
Proceeds on disposal of capital assets	2,352	4,541
	(1,391,220)	(2,703,057)
Cash Provided By (Used In) Financing Activities		
Long term debt repayments	(72,017)	(67,757)
Capital contributions received	568,257	6,934,187
	496,240	6,866,430
Increase in cash and cash equivalents	1,082,967	4,995,472
Cash and cash equivalents, beginning of year	9,036,949	4,041,477
Cash and cash equivalents, end of year	$ 10,119,916	$ 9,036,949

The accompanying notes are an intergral part of these financial statements.

1. Authority and Purpose

Brandon University operates under the authority of the Brandon University Act of the Province of Manitoba. Brandon University offers undergraduate programs in arts, science, education, music, and health studies; and offers graduate programs in education, music and rural development. The University is a registered charity and is exempt from the payment of income taxes.

2. Summary of Significant Accounting Policies and Reporting Practices

A. General

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

B. Revenue Recognition

Operating grants are recognized as revenue in the period received. Revenues received for the provision of goods and services are recognized in the period in which the goods are provided or the services rendered or substantially rendered.

The University accounts for contributions using the deferral method. Deferred contributions are externally restricted non-capital contributions which are deferred and are recognized as revenue in the period in which the related expenses are incurred. Externally restricted amounts can only be used for the purposes designated by external parties.

Externally restricted contributions for the acquisition of capital assets having limited lives are recorded as deferred capital contributions in the period in which they are received and, when expended, are transferred to unamortized deferred capital contributions. Unamortized deferred capital contributions are recognized as earned revenue in the periods in which the related amortization expense of the funded capital asset is recorded.

C. Short Term Investments

Short term investments are recorded at cost and are unspent operating, capital and restricted funds that are invested to generate income used to fund general operations of the University. Short term investments also includes a mutual fund that provides a benefit provision for a former WESTARC employee as a part of that individual's contract of employment.

D. Trust and Endowment Fund

In order to consolidate fund raising activities and the administration of trust and endowment funds, Brandon University, Brandon University Foundation and Brandon University Alumni Association entered into an agreement in October 1989, which was updated in April 2001. The parties to the agreement recognize and agree that the University has exclusive and ultimate control over the consolidated assets and for the eventual disposition of all funds collected on its behalf in the future.

Funds transferred from the Brandon University Foundation to the University are recorded as revenue in the period they were received by the University.

The net change in the funds held by the Foundation, as a result of the Foundation's activities over the year, is added to Funds held by Brandon University Foundation and to the Trust and Endowment Fund.

E. Investment in Subsidiary Companies

The University accounts for its investment in the subsidiary companies in accordance with a modification of the equity method. Under this method, contributions to the subsidiary companies and earnings of the subsidiary companies are added to the investment in the subsidiaries. Dividends received from the subsidiary companies are deducted from the investment in the subsidiaries. The income or losses of the subsidiaries are included in the statement of operations.

F. Capital Assets and Collections

Capital assets purchased by the University are recorded at cost. Donated assets are recorded at the fair market value on the date received. On the disposition of a capital asset, both the cost and any accumulated amortization are removed from the accounts.

Capital assets are amortized on a straight line basis over the estimated useful lives of the assets. Amortization rates are as follows:

Buildings	50 years
Furnishings and equipment	10 years
Computer equipment	5 years
Vehicles	5 years
Library collections	10 years

The capital assets include collections of works of art, gemstones and rare books which have been donated to the University. These collections are not amortized.

G. Inventory

Inventories are valued at the lower of cost and net realizable value.

H. Pension Plans

The University contributes to the Brandon University Retirement Plan which is a trustee-administered pension plan for University employees. Contributions by the University are recorded as expenses.

The accounts of the Brandon University Retirement Plan do not form part of the financial statements of the University. The Auditor General audits the financial statements of the Plan.

3. Cash and Cash Equivalents

Cash and cash equivalents are summarized as follows:

	2002	2001
Cash	$ 452,981	$ 724,561
Short term investments	9,619,936	8,312,388
Mutual funds	46,998	
	$ 10,119,915	$ 9,036,949

The fair market value of the short term investments and mutual funds is $ 9,678,760 , (2001 -$ 8,318,265).

4. Funds Held by Brandon University Foundation

The trust and endowment funds held by the Brandon University Foundation of $20,734,574 as at December 31, 2001 have been included with the assets of the University. The transactions from January 1, 2002 to March 31, 2002 which would have decreased the fund balance by approximately $159,815 have not been included in these financial statements.

The value of outstanding pledges to the Foundation as at March 31, 2002 is $ 376,164 (2001 - $ 499,015). These will be recorded as revenue by the University when transferred to the University from the Foundation.

5. Internally Restricted Net Assets

Internally restricted net assets represent amounts set aside by the University for the following specific purposes:

	Opening Balance	Current Provision	Purchases	2002 Closing Balance
Ancillary enterprises	$ 123,745	$ 30,473	$	$ 154,218
Mail/Print services	10,270		(8,920)	1,350
Photocopiers	(3,292)	3,292		
Telephone replacement	77,883	47,600	(97,765)	27,718
Vehicle replacement	39,616			39,616
	$ 248,222	$ 81,365	$ (106,685)	$ 222,902

6. Capital Assets and Collections

	Cost	Accumulated Amortization	2002 Net Book Value	2001 Net Book Value
Land	$ 500,530	$	$ 500,530	$ 500,530
Buildings	57,612,942	(26,288,872)	31,324,070	32,465,002
Furniture and equipment	12,252,748	(8,308,087)	3,944,661	3,931,366
Library collections	5,440,610	(3,824,499)	1,616,111	1,450,269
Collections	982,172		982,172	965,475
	$ 76,789,002	$(38,421,458)	$ 38,367,544	$ 39,312,642

Capital asset additions during the year included donations in kind in the amount of $ 16,697 , (2001- $100,650).

7. Deferred Contributions and Unamortized Deferred Capital Contributions

Deferred contributions represent contributions received for special purposes and unspent funds for restricted purposes. Unamortized deferred capital contributions represent the funded portion of capital assets which will be recognized as revenue in future periods and matched against the applicable amortization charged in that period. Changes in the deferred contributions and unamortized deferred capital contributions balances are as follows:

	2002 Deferred Contributions	2002 Unamortized Deferred Capital Contributions	2001 Deferred Contributions	2001 Unamortized Deferred Capital Contributions
Balance, beginning of year	$ 7,264,550	$ 31,800,192	$ 1,778,858	$ 31,328,006
Contributions received	6,834,937		12,662,450	
Transfers to revenue				
Tuition, grants and contributions	(5,902,883)		(5,324,724)	
Amortization of assets acquired from capital assets		(1,395,977)		(1,376,648)
Transferred to acquire capital assets	(616,125)	616,125	(1,848,834)	1,848,834
Balance, end of year	$ 7,580,479	$ 31,020,340	$ 7,267,750	$ 31,800,192
Balance consists of:				
Research	$ 2,110,196		$ 1,965,663	
Special programs	534,248		302,087	
	2,644,444		2,267,750	
Capital	4,936,035		5,000,000	
	$ 7,580,479		$ 7,267,750	

The deferred capital contribution was a one time grant received in March, 2001 from the Council on Post-Secondary Education for the expansion of the health studies facilites.

Subsequent to year end, the University entered into contracts with various contractors for approximately $1.3 million for Phase I and $1.1 million for Phase II of the health studies facility.

8. Loan Receivable

The University issued a loan of $96,240 to Bran-U-Day Care Inc. on April 1, 1995 to cover the remaining debt on the building. The terms are monthly installments of $694.92 due on the 1st day of each month with the entire amount due on the 1st day of April, 2005. The rate of interest is 8.125% for this 5 year period.

The loan receivable as at March 31, 2002, was $ 86,054 , (2001- $88,161).

9. Pension Plans

Actuarial valuations of the Brandon University Retirement Plan are carried out every three years and provide an estimate of the accrued pension benefits. The next actuarial valuation is required as at December 31, 2003 and will be completed in 2004. Based on the latest actuarial valuation of the plan conducted as at December 31, 2000, accrued pension benefits were $62,244,000. This valuation established a Plan surplus of $11,162,000 using the accrued benefit method as at that date. This method used actuarial assumptions with regard to demographics, rate of return on investments and salary increases to compare the Plan's assets with its liabilities in respect of past service.

The Board of Governor's of Brandon University has approved the use of $5,000,000 of the plan surplus at December 31, 2000 to improve benefits for members of the plan.

The market value of the assets under management was $ 75,899,755 at December 31, 2001 (2000 - $78,867,024).

Pension contributions by the University for the year ended March 31, 2002 were $ 1,003,381 (2001 - $ 948,556).

10. Investment in Subsidiary Companies

Brandon University Holding Company Limited was incorporated in 1985 as a wholly-owned subsidiary company of Brandon University. The Holding Company was established for the purpose of holding shares in subsidiary companies. WESTARC Group Inc., a wholly-owned subsidiary company of Brandon University Holding Company Limited, was incorporated in 1985. WESTARC Group Inc. was established to disseminate expertise from the University to the public and private sectors.

The following is a summary of the investment in Brandon University Holding Company Limited for the year ended March 31, 2002:

	2002	2001
Investment, beginning of year	$ 290,924	$ 326,960
Net loss from operations	(58,117)	(31,479)
Dividends paid by Brandon University Holding Company Limited	-	(4,557)
Investment, end of year	$ 232,807	$ 290,924

11. Related Party Transactions

As at March 31, 2002, there was an amount of $ 217,753 (2001 - $ 290,194) due to WESTARC Group Inc. from Brandon University. This amount is non-interest bearing with no set repayment terms.

12. Long-Term Liability - Mortgages Payable

	2002	2001
Canada Mortgage and Housing Corporation 5 1/8% mortgage, $41,608 combined principal and interest payable semi-annually July 1 and January 1 to 2012.	$ 669,280	$ 716,378
Canada Mortgage and Housing Corporation 8 1/4% mortgage, $66,686 combined principal and interest payable semi-annually April 1 and October 1 to 2021.	1,295,755	1,320,674
	1,965,035	2,037,052
Current portion of long term debt	76,560	72,017
	$ 1,888,475	$ 1,965,035

Principal payments in the next five years are as follows:

2003	$ 76,560
2004	$ 81,406
2005	$ 86,578
2006	$ 92,097
2007	$ 97,990

13. Brandon Centennial Auditorium Corporation Inc.

Under an arrangement between the University, the Province of Manitoba and the City of Brandon, the University built an Auditorium on its property for the benefit of the citizens of Western Manitoba. The expenditures for the building and furnishings were financed from contributions by the Governments of Canada and Manitoba, the City of Brandon and citizens through fundraising campaigns.

The Auditorium has been leased to the Brandon Centennial Auditorium Corporation Inc. for a nominal consideration of $1 under a 99 year lease which expires 2064 A.D. The University is reimbursed for services supplied to the auditorium as required by the agreement.

14. Knowles-Douglas Student Union Centre

The Knowles-Douglas Student Union Centre has been leased to the Knowles- Douglas Student Union Centre Inc. for the nominal consideration of $1 per year under a 50 year lease which expires 2035 A.D. The University supplies certain services to the Centre as required by the lease.

15. Commitments

An agreement between the University and the Brandon University Students' Union Inc. provides for the equal sharing of profits of the University's bookstore operations. The Students' Union share of profits amounted to $57,548 for the year ended March 31, 2002 (2001 - $43,147).

16. Expenses Funded From Future Revenues

The balance of Expenses Funded From Future Revenues consists of:

	2002	2001
Unfunded employee benefits - vacation accruals	$ 528,142	$ 512,144
Unfunded employee future benefits	548,000	539,000
Unfunded property taxes	465,661	466,107
	$1,541,803	$1,517,251

17. Employee Future Benefits

Accounting standards require the use of accrual accounting for costs related to employee future benefits. These non-pension benefits include severance and retiring allowance benefits payable upon retirement. The costs of these future benefits have been determined by an actuary and the costs will be recognized over the service life of the employees or the period to full eligibility of the employee group depending on the type of cost.

The actuarial valuation provides the present value of benefit obligations as well as the current cost and the interest cost on the benefit obligation. This accrued benefit obligation has not been funded.

	2002	2001
Accrued benefit obligation, beginning of year, as previously reported	$ 539,000	$
Actuarial adjustment	(20,000)	
Accrued benefit obligation, beginning of year, restated	519,000	505,000
Current costs	29,000	28,000
Benefit payments	(35,000)	(28,000)
Interest at 6.75%	35,000	34,000
Accrued benefit obligation, end of year	$ 548,000	$ 539,000

18. Early Retirement Incentive Plan

Brandon University entered into an agreement with the Brandon University Faculty Association (BUFA) to offer an Early Retirement Incentive Plan to BUFA members. The objective of the plan was to provide encouragement and opportunity for BUFA members to retire from the University before they would otherwise do so, and before age 65, and to allow the University to produce savings and increased operating flexibility.

The Plan was available to members of BUFA with probationary, tenured, and continuing appointments who were between the age of 55 and 65 and who had 5 or more years of service with the University. Application for entry into the Plan had to be made by December 31, 1996 and entry into the Plan could be made June 30, or December 31, 1996, June 30 or December 31, 1997 or June 30, 1998. The retiring (incentive) allowance could be paid on the date of entry into the Plan or for a period of up to 3 years after that date.

The retiring allowance payments from the Plan were financed through savings realized by hiring new faculty at reduced salaries and by not filling certain vacated positions. A special purpose account was established for the purpose of designating funds for payment of allowances as they come due.

19. Financial Instruments

The financial instruments of the University consist of cash and cash equivalents, accounts receivable, long-term investments, accounts payable, amounts due to (from) related parties and long-term debt. Unless otherwise noted, it is management's opinion that the University is not exposed to significant interest, currency or credit risks arising from these financial instruments.

20. Restatement of Accounts

Comparative figures for the year ended March 31, 2001 have been restated where necessary to conform with the presentation adopted for the year ended March 31, 2002.

Brandon University

Additional Financial Information
for the year ended March 31, 2002

The foregoing consolidated financial statements and accompanying notes to the financial statements have been audited by the Auditor General for Manitoba and are the subject of the audit report dated May 16, 2002.

The following schedules 1 through 8 have been prepared to provide additional information and are not covered in the Auditor's report. The information in schedule 7 is used for the program costing calculations.

Schedule 1
(unaudited)

Brandon University

Detailed Schedule of Operations - Unrestricted
for the Year Ended March 31, 2002

	General Operating	Ancillary Operations	Total 2002	Total 2001
REVENUES				
Tuition fees	$ 6,830,400	$	$ 6,830,400	$ 6,491,714
Grants				
Council on Post-Secondary Education	19,971,804	216,588	20,188,392	18,914,973
City of Brandon	50,000		50,000	50,000
Sales of goods and services		3,840,570	3,840,570	3,717,234
Brandon University Foundation	1,272,077		1,272,077	1,255,664
Amortization of deferred capital contributions	1,395,377		1,395,377	1,361,351
External cost recoveries	822,869		822,869	711,232
Internal cost recoveries	136,860		136,860	138,077
Gain on disposal of capital assets	606		606	1,352
Miscellaneous	350,102		350,102	410,833
	30,830,095	4,057,158	34,887,253	33,052,430
EXPENSES				
Salaries - academic	11,373,131		11,373,131	10,903,773
Salaries - support	6,844,442	1,038,193	7,882,635	7,518,910
Benefits	2,452,035	130,670	2,582,705	2,438,528
Travel	758,303		758,303	818,853
Supplies and other expenses	3,468,416	691,903	4,160,319	3,649,216
Property taxes	1,854,627		1,854,627	1,838,606
Utilities	684,366	305,904	990,270	1,025,238
Cost of goods sold		1,647,963	1,647,963	1,561,157
Scholarships and bursaries	612,030		612,030	476,014
Interest on long term liabilities		144,571	144,571	148,830
Amortization	2,350,263		2,350,263	2,257,911
Loss of subsidiary	58,117		58,117	36,036
Net increase/(decrease) in accrued vacation pay	15,998		15,998	(2,375)
Net increase/(decrease) in accrued future employee benefits	9,000		9,000	34,000
Net increase/(decrease) in accrued property taxes	(446)		(446)	(6,041)
	30,480,282	3,959,204	34,439,486	32,698,656
Excess of revenues over expenses	$ 349,813	$ 97,954	$ 447,767	$ 353,774

Schedule 2

(unaudited)

Brandon University

Detailed Schedule of Operations - Restricted
for the Year Ended March 31, 2002

	Research & Special Projects	Special Programs	Restricted Capital	Total 2002	Total 2001	Deferred Contributions 2002	Deferred Contributions 2001	Transfer To Statement of Operations 2002	Transfer To Statement of Operations 2001
Revenues									
Tuition fees	$	$ 1,677,069	$	$ 1,677,069	$ 1,308,214	$	$	$ 1,677,069	$ 1,308,214
Grants									
COPSE	973,834		56,734	1,030,568	7,000,767	(404,384)	(6,177,020)	626,184	823,747
Province of Manitoba	883,858	1,353,800		2,237,658	2,319,120	(466,694)	(651,108)	1,770,964	1,668,012
Government of Canada	1,434,546			1,434,546	1,339,164	(121,878)	(434,412)	1,312,668	904,752
Miscellaneous	455,096			455,096	695,185	60,902	(86,327)	515,998	608,858
	3,747,334	3,030,869	56,734	6,834,937	12,662,450	(932,054)	(7,348,867)	5,902,883	5,313,583
Expenses									
Salaries - academic		1,621,875		1,621,875	1,508,712			1,621,875	1,508,712
Salaries - support	1,743,213	309,407		2,052,620	1,820,129			2,052,620	1,820,129
Benefits	170,492	234,566		405,058	358,109			405,058	358,109
Travel	247,714	346,927		594,641	620,529			594,641	620,529
Supplies and other expenses	959,273	269,416		1,228,689	1,006,104			1,228,689	1,006,104
	3,120,692	2,782,191		5,902,883	5,313,583			5,902,883	5,313,583
Excess of revenues over expenses	$ 626,642	$ 248,678	$ 56,734	$ 932,054	$ 7,348,867	$ (932,054)	$ (7,348,867)	$ -	$ -

Schedule 3
(unaudited)

Brandon University

Deferred Contributions and Unamortized Deferred Capital Contributions
for the Year Ended March 31, 2002

	Research & Special Projects	Special Programs	Restricted Capital	Total 2002	Total 2001	Unamortized Deferred Capital Contributions 2002	Unamortized Deferred Capital Contributions 2001
Contributions received							
Tuition and related fees	$	$ 1,677,069	$	$ 1,677,069	$ 1,308,214	$	$
Grants	3,292,238	1,353,800	56,734	4,702,772	10,659,051		
Miscellaneous	455,096			455,096	695,185		
Expenses	(3,120,692)	(2,782,191)		(5,902,883)	(5,313,583)		
Transfers from (to):							
Unrestricted accounts					(11,141)		
Capital aquisitions	(478,909)	(16,517)	(120,699)	(616,125)	(1,848,834)	616,125	1,848,834
Capital asset disposals (net)						(600)	(15,297)
Amortization of deferred capital contributions						(1,395,377)	(1,361,351)
	147,733	232,161	(63,965)	315,929	5,488,892	(779,852)	472,186
Deferred balance, beginning of year	1,965,663	302,087	5,000,000	7,267,750	1,777,897	31,800,192	31,328,006
Reclassify deferred balances	(3,200)			(3,200)	961		
Restated deferred balance, beginning of year	1,962,463	302,087	5,000,000	7,264,550	1,778,858	31,800,192	31,328,006
Deferred balance, end of year	$ 2,110,196	$ 534,248	$ 4,936,035	$ 7,580,479	$ 7,267,750	$ 31,020,340	$ 31,800,192

Schedule 4
(unaudited)

Brandon University

Schedule of Investment in Capital Assets and Collections for the Year Ended March 31, 2002

	Total 2002	Total 2001
Balance, beginning of year	$ 5,475,401	$ 5,450,658
Internally funded capital asset additions		
General operating funds		
Land and buildings		
Furniture and equipment	306,652	533,604
Library acquisitions	462,621	212,954
Ancillary operations		
Furniture and equipment	5,047	13,503
	774,320	760,061
Non-amortizable capital asset donations	16,697	100,650
Disposals (net) - internally funded capital assets	(1,379)	(7,165)
Amortization of internally funded capital assets	(954,886)	(896,560)
Repayment of long term debt	72,017	67,757
Balance, end of year	$ 5,382,170	$ 5,475,401

Schedule 5
(unaudited)

Brandon University

Schedule of Operating Grants and Other Revenues
for the Year Ended March 31, 2002

	Total 2002	Total 2001
Grants		
Council on Post Secondary Education		
Operating	19,325,512	18,363,712
Renovations and equipment	330,000	330,000
	19,655,512	18,693,712
City of Brandon	50,000	50,000
Brandon University Foundation	395,215	248,514
Miscellaneous		
Rentals	21,089	21,001
Sundry	76,244	75,029
Interest income	180,266	265,272
	277,599	361,302
Total Operating Grants and Other Revenues	$ 20,378,326	$ 19,353,528

Brandon University

Detailed Schedule of Tuition Fee Revenues
for the Year Ended March 31, 2002

	Total 2002	Total 2001
Tuition Fees		
Undergraduate courses		
Regular session	$ 5,718,996	$ 5,455,609
Spring session	170,753	150,308
Summer session	73,434	64,011
Campus Manitoba	130,872	113,440
	6,094,055	5,783,368
Graduate courses	291,408	294,263
Music Conservatory	345,863	322,370
Other student fees	99,074	91,713
Total Tuition Fee Revenues	$ 6,830,400	$ 6,491,714

Schedule 7
(unaudited)

BRANDON UNIVERSITY

Detailed Schedule of Operating Expenses
for the Year Ended March 31, 2002

	Academic	Support	Benefits	Travel	Supplies & Other Expenses	Deduct: Cost Recoveries	Total March 31, 2002	Total March 31, 2001
Faculty of Arts								
Office of the Dean	305,728	118,964	47,925	40,597	36,372	1,425	548,161	455,198
Drama	62,726		8,218	874	1,069		72,887	68,185
Economics	197,433		28,850	1,218	1,359		228,860	221,704
English	320,728		41,398	5,573	2,500		370,199	343,557
History	274,935		36,045	8,660	2,482		322,122	298,640
Languages	197,356		28,273	2,143	2,206		229,978	229,613
Philosophy	203,066		25,954	1,931	1,564		232,515	226,299
Political Science	265,189		23,741	5,042	2,300		296,272	288,884
Religion	165,792		21,499	2,291	2,356		191,938	182,856
Sociology	325,533		33,933	1,145	3,623		364,234	389,880
Non-departmental								65
Native Studies	341,057		44,040	2,564	3,027	1,475	389,213	378,076
Business Administration	207,541		29,915	2,178	6,324		245,958	253,977
Fine Arts	68,888		8,793	1,502	1,239		80,422	73,412
Anthropology	69,977		9,235		181		79,393	85,998
Archeology Field School		2,611	227	1,718	1,751	1,080	5,227	4,193
Spring/Summer								63,315
	3,005,949	121,575	388,046	77,436	68,353	3,980	3,657,379	3,563,852
Faculty of Science								
Office of the Dean	78,394	132,379	30,061	36,934	187,384		465,152	355,970
Botany	301,365	9,111	40,807	8,054	18,406		377,743	353,654
Chemistry	331,750	9,235	50,158	4,026	19,658		414,827	396,083
Geography	384,563	6,431	52,863	9,510	26,844		480,211	429,330
Geology	274,532	5,545	41,142	11,446	17,772		350,437	352,997
Mathematics/Comp. Sci.	659,339	16,941	85,017	14,510	18,654	1,060	793,401	777,275
Physics/Astronomy	391,135	3,428	49,239	11,887	20,010	26	475,673	454,569
Psychology	534,664	11,216	65,894	11,345	14,928		638,047	622,345
Zoology	358,992	10,844	48,776	10,705	23,569		452,886	443,175
Spring/Summer	18,594	564	1,478		2,221		22,857	23,138
	3,333,328	205,694	465,435	118,417	349,446	1,086	4,471,234	4,208,536

Schedule 7
(unaudited)

BRANDON UNIVERSITY

Detailed Schedule of Operating Expenses
for the Year Ended March 31, 2002

	Academic	Support	Benefits	Travel	Supplies & Other Expenses	Deduct: Cost Recoveries	Total March 31, 2002	Total March 31, 2001
Faculty of Education								
Office of the Dean	129,842	123,981	34,059	49,403	69,586	7,313	399,558	337,302
Field Experience	137,286	31,966	13,908	14,655	8,018		205,833	203,476
Educational Foundations	298,859		34,157	1,562	6,133		340,711	328,964
Humanities	384,367		40,516		6,699		431,582	345,525
Mathematics & Science	341,171		40,996		4,554		386,721	416,380
Administrative Services	232,142		26,653		3,118		261,913	288,185
Physical Education	398,649		52,844	916	8,073		460,482	436,141
Joint Music Education					358		358	232
Graduate Studies	72,501	42	5,233	1,979	5,616		85,371	64,263
Spring/Summer	41,320		2,684	3,714	2,745		50,463	42,758
	2,036,137	155,989	251,050	72,229	114,900	7,313	2,622,992	2,463,226
School of Music	1,189,026	91,712	165,136	42,845	160,133	16,948	1,631,904	1,625,211
School of Health Studies	946,644	66,908	137,377	42,725	78,986		1,272,640	1,199,010
Applied Disaster & Emergency Studies	5,617	165	475	2,098	6,021		14,376	
First Nations Counselling	199,381	28,728	28,890	11,205	30,363	200	298,367	269,134
Rural Development	284,262	55,710	42,310	9,086	50,867		442,235	445,244
Chancellor/Senate		136,034	20,155	4,632	47,520	2,372	205,969	164,809
Music Conservatory	284,255	31,067	3,501	7,999	39,261	1,851	364,232	321,856
Total Academic	11,284,599	893,582	1,502,375	388,672	945,850	33,750	14,981,328	14,260,878
Library Services		897,162	126,808	17,640	138,481	80,878	1,099,213	1,014,638
Student Services								
Student Services		877,655	122,341	39,536	90,005	4,441	1,125,096	1,105,704
Athletic Programs		154,768	29,626	162,506	282,041	250,726	378,215	327,169
		1,032,423	151,967	202,042	372,046	255,167	1,503,311	1,432,873
Administration								
Board of Governors		19,923	2,841	3,945	9,360		36,069	49,180
President		286,092	23,168	14,445	51,110		374,815	422,157
Vice-President (Administration & Finance)		128,759	15,600	6,585	10,677		161,621	150,967
Vice-President (Academic & Research)		319,236	40,192	21,111	60,271	5,396	435,414	385,548
		754,010	81,801	46,086	131,418	5,396	1,007,919	1,007,852

BRANDON UNIVERSITY

Detailed Schedule of Operating Expenses
for the Year Ended March 31, 2002

	Academic	Support	Benefits	Travel	Supplies & Other Expenses	Deduct: Cost Recoveries	Total March 31, 2002	Total March 31, 2001
General Support								
Bad debt expense					7,520		7,520	2,036
Convocation		244	17	11,987	14,556		26,804	18,599
Information Technology Services		507,526	71,177	7,719	244,141	22,964	807,599	733,564
Development		299,411	38,075	6,810	142,699	21,512	465,483	389,799
Financial & Registration Services		510,506	85,644	4,647	107,288	29,545	678,540	533,375
FIPPA								18,174
Gymnasium facility		79,044	8,927		7,732	5,749	89,954	57,437
Human Resources		250,336	95,567	2,369	46,413		394,685	379,185
Institutional membership fees					16,859		16,859	15,574
Mail Room		42,507	6,295		116,569	105,620	59,751	40,301
Print Shop		31,095	4,833		75,872	136,860	(25,060)	(7,632)
Professional fees					84,238		84,238	76,160
		1,720,669	310,535	33,532	863,887	322,250	2,606,373	2,256,572
Miscellaneous Initiatives								
B.J. Hales Museum		11,737	1,989	73	905	3,150	11,554	9,887
Bran-U-Day Care subsidy					4,700		4,700	4,125
Early Retirement Incentive Plan								5,490
Office of International Activities		42,006	6,026	6,178	27,973	1,346	80,837	92,516
English for Academic Purposes		82,268	7,237	6,466	11,673	127,505	(19,861)	(26,520)
Research development/buyouts/USRA					55,428		55,428	17,923
Other			32,603		196,737		229,340	291,276
BGS Program					7,200		7,200	6,024
Junior Kindergarten		32,487	5,925		3,137	38,441	3,108	23,486
Recruitment & promotion					48,493		48,493	47,365
Campus Manitoba	88,532	34,383	11,199	2,149	13,722		149,985	85,857
CIDA/International Scholarships					44,288		44,288	33,716
	88,532	202,881	64,979	14,866	414,256	170,442	615,072	591,145
Physical Plant								
Buildings & grounds		1,152,826	192,199	5,908	84,061	3,005	1,431,989	1,355,831
Steam Plant		53,194	7,328		11,106		71,628	89,366
Insurance					55,932		55,932	52,507
Security					34,774		34,774	33,968
Service Contracts					39,638		39,638	33,814
Property Taxes					1,854,627		1,854,627	1,838,606
Utilities					684,366	88,841	595,525	688,106
		1,206,020	199,527	5,908	2,764,504	91,846	4,084,113	4,092,198
Total Operating Expenses	$ 11,373,131	$ 6,706,747	$ 2,437,992	$ 708,746	$ 5,630,442	$ 959,729	$ 25,897,329	$ 24,656,156

Schedule 8
(unaudited)

Brandon University

Detailed Schedule of Ancillary Operations
for the year ended March 31, 2002

	Bookstore	Food Services	Parking	Residence	Total 2002	Total 2001
Revenues						
Room and board fees	$	$ 689,827	$	$ 741,441	$ 1,431,268	$ 1,356,723
Conventions		58,983		99,152	158,135	187,214
Canteen and vending machines		255,220		6,239	261,459	254,605
Internal functions		77,318			77,318	101,086
Other	146,132	46,411	127,318	101,674	421,535	452,149
Book sales	1,490,855				1,490,855	1,365,457
Total Revenues	1,636,987	1,127,759	127,318	948,506	3,840,570	3,717,234
Expenses						
Salaries	188,277	516,212	48,536	285,168	1,038,193	1,028,099
Staff benefits	27,205	79,397	6,171	17,897	130,670	139,153
Cost of goods sold	1,181,345	466,618			1,647,963	1,561,157
Management fees		35,793			35,793	42,032
Supplies and other expenses	82,139	137,877	40,752	303,051	563,819	398,412
Rent	34,743				34,743	34,743
Utilities		86,328	7,060	212,516	305,904	267,284
Students' Union share of Bookstore profit	57,548				57,548	43,147
Total Expenses	1,571,257	1,322,225	102,519	818,632	3,814,633	3,514,027
Net Gain (Loss) from Operations before Specific Provision and capital acquisitions	65,730	(194,466)	24,799	129,874	25,937	203,207
Appropriated Specific Provision	(8,183)			(22,290)	(30,473)	(67,197)
Capital purchases & alterations		(5,047)			(5,047)	(13,503)
Net Gain/(Loss)	$ 57,547	$ (199,513)	$ 24,799	$ 107,584	$ (9,583)	$ 122,507